COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TARIFF FILING OF BLUE GRASS ENERGY)	
COOPERATIVE CORPORATION FOR)	CASE NO.
CHANGES TO ITS SCHEDULE GS-3)	2009-00224
RESIDENTIAL AND FARM TIME-OF-DAY RATE)	

ORDER

On May 28, 2009, Blue Grass Energy Cooperative Corporation ("Blue Grass Energy") made a tariff filing seeking Commission approval of changes to the rates and terms of its Schedule GS-3 Residential and Farm Time-of-Day Rate. The tariff filing consisted of a cover letter, prefiled testimony in support of the proposal, and a revised GS-3 tariff. On June 1, 2009, Blue Grass Energy filed an amendment to its revised GS-3 tariff, noting that the revised tariff as originally filed contained incorrect on-peak and off-peak hours. Blue Grass Energy's application provides that the new rates will take effect on July 1, 2009.

Based on the evidence of record and being otherwise sufficiently advised, the Commission finds that an investigation of the new rates is necessary to determine their reasonableness and that such investigation cannot be concluded prior to the effective date. Consequently, pursuant to KRS 278.190(2), the Commission will suspend the effective date of the new rates for five months.

IT IS THEREFORE ORDERED that Blue Grass Energy's proposed Residential and Farm Time-of-Day Rate is suspended for a period of five months from July 1, 2009 up to and including November 30, 2009.

By the Commission

ENTERED

JUN 26 2009

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

J. Donald Smothers Vice President, Financial Services Blue Grass Energy Cooperative Corp. P. O. Box 990 1201 Lexington Road Nicholasville, KY 40340-0990